GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:923
ANSWERED ON:21.07.2017
Coverage of GST/SGST on Foreign Companies
Sathyabama Smt. V.

Will the Minister of FINANCE be pleased to state:

(a) the details of foreign companies given duty exemption on manufacture and repair units components, capital equipments, consumable and raw materials during the last three years, State/UT-wise;

(b) whether the companies given tax holidays of 5,10,12 years would also be covered under GST and SGST after the roll out of GST from 1 July, 2017; and

(c) if so, the details thereof and the loss to the Government exchequer in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE
(SHRI SANTOSH KUMAR GANGWAR)

(a), (b) and (c): Generally, indirect tax concessions are given to the goods / services and not to the companies. Similarly, GST is a tax on goods or services and concessions therefrom, if any, are also on goods/services.
In GST, generally there would be no tax holiday.
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